John Fits patrick northwestern Energy 2-15-09 4499819

2-14-07 BTT NO. SB448-

Senate Bill 448

| | Regulated Utility (NWE, MDU) | Unregulated Utility (City of Great Falls) | Unregulated Merchant Facility |
|--------------------|---|--|---|
| Power Plant | PSC regulation with MCC review. Advanced approval applications will incorporate rate review. | No independent third party review of costs or potential rate effects on consumers. | FERC regulation, primarily under market-based tariff. Power sold at wholesale. No direct consumer effect. |
| Transmission Lines | Transmission projects are bundled as routine capital expenditures. Costs are incorporated into rate base through general rate cases by PSC with MCC review. | No independent third party review of costs or potential rate effects on consumers. FERC does not oversee governmental or coop transmission. | FERC regulation of IOU transmission. Power wheeled for wholesale purposes. No direct consumer effect. |